UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

ALCHIMIA, INC.,

Plaintiff.

v.

Civil Action No. 04-11908-DPW

PETER JACOBSON and MENTOR CAPITAL ASSOCIATES,

Defendants.

STIPULATION OF DISMISSAL

Plaintiff Alchimia, Inc. and defendants Peter Jacobson and Mentor Capital Associates, having reached a settlement of all issues in this matter, hereby stipulate, individually and jointly, to the dismissal of this entire action with prejudice, including all claims and counterclaims, each party to bear its own costs and attorneys' fees.

Respectfully submitted,

Alchimia, Inc., by its attorneys,

Mentor Capital Associates and Peter Jacobson, by their attorneys,

/s/Thomas W. Aylesworth
Thomas W. Aylesworth (BBO #630994)
Tristan Cameron Snell (BBO #657203)
Nutter McClennen & Fish LLP
World Trade Center West
155 Seaport Boulevard
Boston, MA 02210
(617) 439-2000

Dated: October 4, 2005

/s/Robert A. Burke
Daniel J. Kelly (BBO #553926)
Edward W. Little, Jr. (BBO #628985)
Gadsby Hannah LLP
225 Franklin Street
Boston, MA 02110
(617) 345-7000

Robert A. Burke, Esq. (pro hac vice) BlankRome LLP One Logan Square 18th and Cherry Streets Philadelphia, PA 19103 (215) 569-5606

1467872.1